

FISCAL NOTE

Bill #: SB0137

Title: License Tattoo and Body-Piercing Businesses

Primary Sponsor: Dave Lewis

Status: As Introduced

Sponsor signature	Date	David Ewer, Budget Director	Date
-------------------	------	-----------------------------	------

Fiscal Summary

	<u>FY 2006 Difference</u>	<u>FY 2007 Difference</u>
Expenditures:		
State Special Revenue	\$17,375	\$17,375
Revenue:		
State Special Revenue	\$17,375	\$17,375
Net Impact on General Fund Balance:	\$0	\$0

- | | |
|---|--|
| <input type="checkbox"/> Significant Local Gov. Impact | <input type="checkbox"/> Technical Concerns |
| <input type="checkbox"/> Included in the Executive Budget | <input type="checkbox"/> Significant Long-Term Impacts |
| <input type="checkbox"/> Dedicated Revenue Form Attached | <input checked="" type="checkbox"/> Needs to be included in HB 2 |

Fiscal Analysis

ASSUMPTIONS:

DEPARTMENT OF PUBLIC HEALTH AND HUMAN SERVICES (DPHHS)

1. This bill establishes a licensing structure for tattoo and body-piercing establishments.
2. It is estimated that there are 50 single service establishments and 100 multi-service establishments operating in the State.
3. For purposes of this fiscal note, it is estimated the department will license and inspect 15 single service establishments and 60 multi-service establishments each year. The local health authorities will opt to regulate the remaining establishments independently from the department.
4. The local health boards that implement their own licensure and regulatory functions separate from that of the department's program will establish and retain license fees for actual costs incurred.
5. A departmental license fee of \$125.00 is assumed for each single service establishment, and \$175.00 for multiple-type establishments. Fees will be established in rule at the cost incurred for administering the program.
6. The license fee will be due from the establishments annually to the department.
7. The department will conduct annual sanitation and safety training courses. The course will cost \$50.00 per participant. It is expected there will be 100 training participants each year.
8. The training course will generate \$5,000 annually.
 - a. \$50.00 participation fee x 100 participants = \$5,000

Fiscal Note Request SB0137, As Introduced

(continued)

9. The department estimates it would collect license fees in the amount of \$12,375 annually
 - a. 15 establishments at \$125.00 = \$1,875
 - b. 60 establishments at \$175.00 = \$10,500
10. Total state special revenue generated is estimated at \$17,375 annually
 - a. \$12,375 license fees + \$5,000 registration fees = \$17,375
11. Estimated operating expenses include \$17,375 for FY 2006 and \$17,375 for FY2007 for the Public Health and Safety Division to administer the program.
 - a. For FY 2006, estimated operating costs include \$8,000 licensing data base changes, \$2,000 for rule development, \$5,000 for training, \$1,375 for publications and mailing, and \$1,000 for travel for a total of \$17,375.
 - b. For FY 2007, estimated operating costs include \$5,000 for license processing, \$5,000 for training, \$2,375 for publications and mailing, and \$5,000 for travel for a total of \$17,375.

FISCAL IMPACT:

	<u>FY 2006</u> <u>Difference</u>	<u>FY 2007</u> <u>Difference</u>
<u>Expenditures:</u>		
Operating Expenses	\$17,375	\$17,375
<u>Funding of Expenditures:</u>		
State Special Revenue (02)	\$17,375	\$17,375
<u>Revenues:</u>		
State Special Revenue (02)	\$17,375	\$17,375